

Alaskan Way Viaduct & Seawall Replacement Program Office 999 3<sup>rd</sup> Avenue, Suite 2424 Seattle, WA 98104 206-805-2987/ fax 206-805-2899 TTY: 1-800-833-6388 www.wsdot.wa.gov

May 2, 2012

Seattle Tunnel Partners 999 Third Avenue, Suite 2424 Seattle, WA 98104 ATTN: Chris Dixon

Subject: SR 99 Bored Tunnel Alternative Design-Build Project

Contract No. 007999 / Federal-Aid No. BR-NH-STP-STPF-0099(111)

Dollar Value of DBE Goal

WSDOT Ref: W-G-GEN-GEN-CR08-0000866-01

Dear Mr. Dixon,

As provided in Design-Build Contract Section 8.2.1, WSDOT has established a DBE goal for the Contract in the amount of eight percent of the compensation payable to Design-Builder. WSDOT has recently evaluated the intent of this goal and determined that for the purposes of calculating DBE Participation "compensation payable to Design-Builder" shall be equal to the Total Proposal Price shown on STP's Price Proposal (\$1,089,700,002) plus the value of the South U-Section Fund (\$50,000,000), or \$1,139,700,002. Eight percent of \$1,139,700,002 is \$91,176,000.

In accordance with Design-Build Contract Appendix 6, prior to completion of the contract, the Design-Builder shall show it has met the DBE goal of \$91,176,000 for the Project or the Design-Builder must provide satisfactory evidence that it has made good faith efforts to meet the goal. Please consult 49 CFR 26, Appendix A, paragraph IV for guidance on the demonstration of good faith efforts. (A copy of Appendix A to Title 49 Part 26 is attached for your convenience.)

Also, it is WSDOT's expectation that the Work performed under significant monetary change orders will include DBE participation or demonstrated good faith efforts for those Work activities. WSDOT may make that expectation contractual through change orders if deemed necessary and appropriate.

Please contact me at your convenience if you have any questions about the clarifications provided in this letter.

Sincerely,

Brian D. Nielsen, PE Contract Administrator SR 99 Tunnel Project

Attachments: Appendix A to 49 CFR 26

cc: File, Alaskan Way Viaduct & Seawall Replacement Program

Greg Bell/John Huff MS

MS 47314

Mellody Stell

MS NB 82-126

Randy Dubigk

MS 47354

Kathy Klingman

MS NB82-230

Randy Everett

**FHWA**